

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



**CORRECTED
FISCAL MEMORANDUM**

SB 763 – HB 1024

April 11, 2011

SUMMARY OF AMENDMENT (005912): Amends Section 1 and deletes Section 2 of the bill. Requires all annual reports and books of accounting and financial records of all funds received to be subject to an annual audit by the Comptroller of the Treasury. Authorizes audits to be performed by a licensed independent public accountant selected by the non-profit partner. The cost of any audit shall be paid for by the non-profit partner. The Comptroller of the Treasury shall ensure that all audits are performed in accordance with generally accepted accounting practices and shall approve all audits. Authorizes the Tennessee Wildlife Resource Agency (TWRA) to develop rules and regulations for the use of advertising on agency vehicles and vessels. Prohibits advertising from being placed on TWRA law enforcement vehicles or vessels. Requires any advertisement to have the language "Paid Advertisement" printed at the bottom of the advertisement.

FISCAL IMPACT OF ORIGINAL BILL:

Increase State Revenue - \$1,800,000

FISCAL IMPACT OF BILL WITH PROPOSED AMENDMENT:

On April 11, 2011, a fiscal memorandum was issued estimating a fiscal impact as follows:

Increase State Revenue - \$1,482,200

Due to an error in the notation of the fund where the new state revenue will be received, this impact was in error. Notating the correct fund, the estimated fiscal impact is:

(CORRECTED)

Increase State Revenue - \$1,482,000/Wildlife Fund

Assumptions applied to amendment:

- According to TWRA, limiting advertisements to non-law enforcement vehicles or vessels will decrease the number of vehicles or vessels that advertisements are placed on to 247.

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- An estimate done by the Tennessee Department of Transportation for a similar branding campaign estimated an increase in state revenue of \$6,000 per vehicle.
- The increase in state revenue to the Wildlife Fund will be \$1,482,000 (\$6,000 x 247).
- The Comptroller of the Treasury will perform or review audits without an increase in personnel or a reduction in other budget items.
- All costs for audits and other operational expenditures will be paid for by the non-profit partner.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.



James W. White, Executive Director

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